

GOV. HARDING DENIES CHARGES AGAINST BOARD

Declares Reserve Policies of 1919-1920 Were Formulated to Prevent Collapse of System.

PREPARED FOR PRICE BREAK

Asserts Federal Body Had Not Sought to Influence Prices Either Up or Down—Desired to Expand Credit Lines.

(By Associated Press)

WASHINGTON, Aug. 5.—Reserve bank policies of 1919 and 1920 were formulated solely to prevent the country's banking system from collapse, and were successful in their object, Governor Harding, of the Reserve Board, declared today in closing a two days' appearance before a joint congressional committee. To questioners he repeated time and again a declaration that the board had not sought to influence prices, either up or down, but had prepared to meet a price break that was world-wide and yet to maintain and expand credit lines.

Might Have Been Better.

There was a bare possibility, he said, that if in 1919 the Reserve Board had raised national rediscount rates, "the runaway in prices might have been checked and that result might have been better," but he mentioned needs of the government financing as influential in determining the course actually taken. Representative Sumner, Democratic, Texas, suggested that "the word might have come from the board to bankers to finance the war, but Governor Harding said that nothing had been done inconsistent with his statement.

"It wasn't a good time to be talking too much—in 1920," he remarked, "but we can be bolder now."

He made a suggestion that the commission might consider the utility of the farm loan boards as a means of extending short term credits to farmers for nine to twelve months, but said he would make no detailed recommendations.

Need More Credit.

"All over the country we find that agricultural and live-stock interests feel they need more credit facilities," he said, "and want something to make themselves independent of banks. The farmers' credit horizon is necessarily limited and local. Any man hesitates about getting the government in business, and we can't use the reserve system for that, because its funds are essentially reserve funds. We considered there is a possibility that the farm loan banks might be extended to meet the need. The question needs study."

Governor Harding denied that his administration of reserve bank policies had delayed cotton prices.

"As the cotton surplus began to appear," he said, "I tried to go as far as I could in my official position to make the situation clear. I wrote a series of letters to J. S. Wannamaker, the official head of the American Cotton Association, giving him my views, and he did what he could."

In the correspondence before the committee, declaring that he had urged producers to sell at least a part of the crop and lighten the load, and had worked to get export credit machinery established.

The situation called for silence," he said. "Everything humanly possible was done by the Federal Reserve Board to help the situation out."

He emphasized his present belief that cotton prices were stabilized, with a short crop in prospect, and that prices could be relied upon completely for all proper credit operations.

GREEK ARMIES CAPTURE 3 RAILROAD JUNCTIONS

(Continued From First Page)

Washington, Aug. 5.—The success in the Senate, Senator Borah, Republican, Idaho, declared today that the army and navy were the only places where cuts could be made to meet Secretary Mellon's recommendations and warned against any increased taxes.

While expressing approval of Senator Borah's proposal to cut the army and navy, he said, "I do not believe that the tax reductions recommended made it known that his estimates for army reductions were independent of the other House leaders in arriving at their estimates have declared for general cuts and they expect all departments to spend less than the sum actually provided."

Representative Madden said Congress could be depended upon to keep the spending down.

Discussing the probable income and outgo this year, Mr. Madden outlined some of the ways in which the thought expenditures could be kept down and others proposed for this year distributed over several years. He declared that the people ought not to be assessed in a single year to pay the \$400,000,000 due the railroads under the Transportation Act and Federal Trade Commission, adding that by spreading this sum out there would be a big reduction in estimated expenditures this year.

SIX BANDITS FLEE WITH \$15,000 FROM PAYMASTER

HACKENSACK, N. J., Aug. 5.—The county prosecutor's office was notified today that six armed bandits had held up the paymaster of the Barrett Manufacturing Company at Shady Shady about 10 o'clock and escaped with a payroll of \$15,000 to \$25,000. The bandits, accompanied by an armed guard of five men, were traveling in an automobile when the holdup occurred.

'SLEEPING SICKNESS' FATAL TO SMALL NEGRO CHILD

LYNCHBURG, Va., Aug. 5.—The first death here from "sleeping sickness" for some time occurred Tuesday, the victim being a 1-year-old colored child, whose death occurred at the Lynchburg hospital.

French Attack With Tanks.

A division of policy followed, in which Great Britain, if not actually supporting the Greeks, at least maintained a position of quasi neutrality, while the French aligned themselves morally on the side of Mustapha Kemal.

The second attack by forces upon the Kemalists was better planned and more definitely mapped out than the first. The idea of communication, breaking of which was responsible in part for the first capture, were more firmly guarded, and the Greek armies did not overreach themselves. Steady progress was made through June and July without a single reverse.

Ahmed-Harshim was the first to fall from this important rallying point; it was an easy step to the capture of Eski-Sheki. Within the last week the Nationalists have been driven eighty miles to the east of Izmid, and the entire western part of Asia Minor is thus completely cleared of Turkish domination.

It is therefore difficult to see how, in the light of these circumstances, any revision of the Sykes-Picot treaty which restored to Turkey territory now under Greek control, can be effectively made operative. Moral suasion will not help. Greece has been a fatigued nation throughout the year. And the allies with Silesia on their hands are hardly in the mood or the position to make any great armed demonstration in the Near East.

Leaders at Athens, therefore, are rejoicing already at what they believe is the successful conclusion of the Pan-Hellenic program.



Within the Waves and the Law

Illustrated above is the swimming suit having a shirt which drapes over the shoulder and the trunk. It is a one-piece garment, with a wide, narrow type which is permitted upon all beaches, whereas the ordinary one-piece suit is barred by the grim cliff Cernier. A report from Miss Grundy, instead of having to be pulled on over the head, this suit is drawn on from the bottom and the

because it is playing fast-and-loose with custom and tradition.

The "C" shirt for tennis is a sleeveless garment of toughish wool, lined with silk, which is draped over the player's person freely and to be abandoned to boot.

Sporting jackets of stockingette cloth in various textures are light garments with the needless give-and-take to grant unhampered arm swaying in tennis.

White duck trousers are preferred to white danned by "creak" tennis players this season, because duck trousers are knobby, stopping whilst fannel, being of thicker wove, catches on the leg.

NOTE—Questions concerning Correct Dress for Men will be answered by Alfred Stephen Bryan if addressed to me in care of this newspaper. To insure a reply, a stamped envelope must be included.

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ARMY AND NAVY CUT DEMANDED BY BORAH ON PLEA OF ECONOMY

(Continued From First Page)

Washington, Aug. 5.—The discussion on the cutbacks in the Senate, Senator Borah, Republican, Idaho, declared today that the army and navy were the only places where cuts could be made to meet Secretary Mellon's recommendations and warned against any increased taxes.

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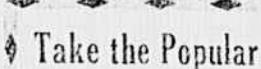
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Take the Popular



Sunday Excursions

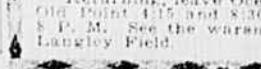
\$2.40 Round Trip to Old Point, Buckroe and Norfolk.

Short direct route giving ten hours at seaside, 8:30 and 9: A. M. trains connect with steamer at Old Point for Willoughby Beach and Ocean View. All trains connect at Newport News with steamer for Norfolk and Virginia Beach.

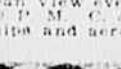
CAPITAL HENRY AND VIRGINIA BEACH, \$3.25.

Returning, leave Ocean View every hour until 7:30 P. M. 11 trains.

Old Point 8:30 A. M. C. & O. steamer leaves Norfolk 4 and 8 P. M. See the warships and aeroplanes. Visit the Naval Base and Langley Field.



Take the Popular



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\$2.65 Round Trip to Willoughby Beach and Ocean View.

All trains connect at Newport News with steamer for Norfolk and Virginia Beach.

ARMY GOODS STORE

606 East Broad,

S. East Broad,

1312 Hull Street.

Formerly \$6.50.

TRAFFIC "COPS" RUB EYES AS DRIVERLESS AUTO PASSES THEM

Radio-Controlled Car From McCook Field 'Whizzes' Through Streets of Dayton, Ohio.

(By Associated Press)

DANVILLE, VA., Aug. 5.—The authorities of Caswell County have written to B. O. James, secretary of the Commonwealth, at Richmond, asking him to give the owners of forty-six Virginia automobiles, license numbers of which were taken Sunday evening on the road between Stokesdale and Pelham, N. C., repeated complaints from residents whose houses are near the road that clouds raised by fast traveling motorists led to a trap being laid. A half-mile stretch of road was measured and the authorities posted themselves and gave signals, the cars being timed with stop-watches and the numbers being taken both at the beginning and at the end of the measured stretch.

Local authorities said today

they were determined to break an

steeding on the next stretch of

the vicinity. Notices will be sent to the owners of the cars demanding that they appear for a hearing. If they do not come and fail to liquidate the fines, should they be imposed, the threat is made that the cars will be levied on and attached the first time they are caught over the State line.

The published notice resulted in many local motorists trying to recall their mail on the smooth stretch last

Sunday.

POSTMISTRESS FORGETS CONFESSION TO SLAYING

Miss Lena Clarke Accused of Killing Miltimore After \$32,000

Robbery.

ORLANDO, Fla., Aug. 5.—Pending arraignment of Miss Lena Clarke, postmistress at West Palm Beach, and D. H. Patterson, chauffeur, in connection with the death of W. H. Miltimore in a hotel here last Monday night, a woman who was with her today announced they were gathering up loose ends as to alleged irregularities in the West Palm Beach post-office during the two years of Miss Clarke's administration.

So far neither side has requested a preliminary hearing.

Beyond the announcement yesterday by Chief of Police Vestal of an alleged confession of the shooting of Miltimore, which he said Miss Clarke made to him, but regarding which Miss Clarke later was declared to have said she "does not remember," the authorities are without any additional information on which to base their case. According to Miss Clarke, in her confession, according to Vestal, she killed Miltimore when he refused to assume responsibility for the shortage of \$32,000 in the West Palm Beach post-office.

Miss Clarke, who is held in the local jail, today received many messages offering her assistance.

PRESIDENT GIVES VIEW OF AMERICA'S MISSION

(By Associated Press)

GOHAR, N. H., Aug. 5.—A nation committed to the task of forming "the world," was lectured by President Harding here today as his ideal for America.

In a speech delivered in the course

of a flying circuit of Northern New Hampshire towns, the President declared his conviction that America's mission not only was to banish war from the earth but to establish everywhere right principles of freedom.

In the same speech, which was addressed to a group of disabled world-war veterans, Mr. Harding said the real reason behind the administration's opposition to immediate action on soldier compensation was that it desired first of all to do its duty by those who came from the war impaired.

HOOVER TO DEAL ONLY WITH SOVIET REGIME

(Continued From First Page)

trade with Russia, were ending her economic existence. And England and other nations signed trade agreements with Russia, while the United States claimed that the Soviets had nothing to trade with.

Finally came famine. There has been famine in Russia for two years, however. The city of Petrograd alone has been reduced in population, according to official figures here, from 2,250,000 to approximately 100,000. On different occasions help has been offered Russia conditionally, only to be refused by the Soviets. Instead, it is alleged, the cry was raised that "capitalist nations" were permitting Russia to starve to death.

Then came the present dramatical critical situation, which, according to authorities here, marks the near-collapse of a nation, and actually threatens virtual extinction of a race.

Maxim Gorky, not of the Lenin-Trotzky regime and greatly admired in this country, made his appeal to Secretary Hoover, offering conditional help, the condition being release of American prisoners. It is the belief of some authorities here that the Soviet rulers did not think Hoover would grant the appeal. And when it was accepted there was nothing to do but go ahead with it.

BRASS TACK REMOVED FROM LUNGS OF LAD

(By Associated Press)

PHILADELPHIA, PA., Aug. 5.—A race horse which began five days ago at his home in Monticello, Ark., and ended here, was won by 9-year-old Morris Kelsen.

Morris swallowed a brass tack to win the admiration of his playmates. The tack lodged deep in his lung, threatening to puncture it. The boy was rushed across the country to a hospital here on the slim chance his life might be saved. No anesthetic was administered when a bronchoscope was inserted and forceps applied to remove the tack. Today the boy was declared perfectly well.

SAY IT WITH FLOWERS

(Continued From First Page)

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Send Flowers by Wire

(Continued From First Page)

Suppose you want to remember some dear one in a far-off city with a glorious box of flowers!